

Please note that this purports to be an accurate and complete translation of the original Japanese version prepared for the convenience of our English-speaking audience. However, in the case of any discrepancy between the translation and the Japanese original, the latter shall prevail.

Projections for Fiscal Year 2008

Electricity sales in the Fiscal Year 2008 are expected to be 296.0 billion kWh, down 0.5% from the previous fiscal year, and those in the cumulative period of the first and second quarters* are expected to be 146.6 billion kWh, down 0.9 % from the same period of the previous year, due to expected decrease of air-conditioning demand as a reaction of the previous hot summer, and due to expected severer competition with specified-scale electricity suppliers.

Operating revenues are expected to be about 5,850 billion yen (about 5,610 billion yen on a non-consolidated basis) because of expected increase in electricity revenue by the fuel cost adjustment system, in spite of expected decrease in electricity sales. Operating revenues of the cumulative period of the first and second quarters are expected to be about 2,835 billion yen (about 2,725 billion yen on a non-consolidated basis).

On the other hand, ordinary income and net income are left as “to be determined”, at the present. This is because all units of the Kashiwazaki-Kariwa Nuclear Power Station have been shut down since the Chuetsu-Oki Earthquake occurred on July 16th last year and because we are currently not in a situation where we can present a plan to restart the units, it is difficult to estimate the total expenses.

Ordinary loss of the cumulative period of the first and second quarters is expected to be about 60 billion yen (about 85 billion yen on a non-consolidated basis), and net loss is expected to be about 40 billion yen (about 55 billion yen on a non-consolidated basis).

*Quarterly settlements are enshrined in the Financial Instruments and Exchange Law and “the cumulative period of the first and second quarters” has replaced the conventional “interim accounting period.”

<Projection for the Fiscal 2008>

- Consolidated Basis

| | |
|--------------------|-------------------------|
| Operating revenues | About 5,850 billion yen |
| Ordinary income | To be determined |
| Net income | To be determined |

- Non-consolidated Basis

| | |
|--------------------|-------------------------|
| Operating revenues | About 5,610 billion yen |
| Ordinary income | To be determined |
| Net income | To be determined |

<Projection for the cumulative period of the first and second quarters>

- Consolidated Basis

| | |
|--------------------|-------------------------|
| Operating revenues | About 2,835 billion yen |
| Ordinary loss | About 60 billion yen |
| Net loss | About 40 billion yen |

- Non-consolidated Basis

| | |
|--------------------|-------------------------|
| Operating revenues | About 2,725 billion yen |
| Ordinary loss | About 85 billion yen |
| Net loss | About 55 billion yen |